

LYNCHBURG CITY COUNCIL

Agenda Item Summary

MEETING DATE: **June 28, 2005**

AGENDA ITEM NO.: 5

CONSENT: **X**

REGULAR:

CLOSED SESSION:
(Confidential)

ACTION: **X**

INFORMATION:

ITEM TITLE: **County Water Contract Extension**

RECOMMENDATION: Authorize the City Manager to extend the current water contracts with Amherst County Service Authority, Bedford County Public Service Authority, and Campbell County Utilities and Service Authority for a period of one year.

SUMMARY: Current water contracts with the Counties will expire on June 30, 2005. Staff recommends the extension of these contracts for a period of one year until June 30, 2006. During this time a cost of service study will be conducted. A consultant will be selected in a joint effort between the City and the Counties in order to determine the actual cost of providing water to each County. This will be used as a basis for new long term contracts. The three counties are in agreement with this approach.

PRIOR ACTION(S): September 28, 2004, Work Session, Water Resources Planning 101 – Water Contracts with Counties.

FISCAL IMPACT: The Counties provide significant revenue to the water fund (approximately 20%) actual impact will vary depending upon final contract decisions.

CONTACT(S): Tim Mitchell, Director of Utilities 455-4252
L. Kimball Payne, III, City Manager 455-3946

ATTACHMENT(S): Resolution

REVIEWED BY: lkp

Resolution:

BE IT RESOLVED That City Council hereby authorizes the City Manager to extend the current water contracts with Amherst County Service Authority, Bedford County Public Service Authority, and Campbell County Utilities and Service Authority for a period of one year.

Adopted:

Certified: _____
Clerk of Council

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